CONFIDENTIAL

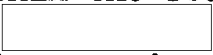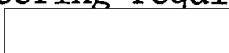*Deputy Director for Administration*

DDA 89-1988
8 NOV 1989

NOTE TO: Deputy Director for Planning and
Coordination

SUBJECT: "Management" Guidance from OMB

STAT

STAT

    I agree with Ross' note that we are in good shape
on FMFIA and are currently preparing annual reports
as a result of your 30 October memorandum. As to
Value Engineering, the Office of Logistics is preparing
a response for OMB indicating that the Agency will
comply with that requirement within the bounds of
security. As a matter of fact, [   ] indicates
that the Value Engineering requirement is currently
being written into a [   ] contract that the   25X1
Office of Communications is negotiating with Timeplex.

    If you have any other questions, please let me know.

STAT

                                        R. M. Huffstutler

STAT

        ORIG: [   ]

        Distribution:
            Orig - Addressee
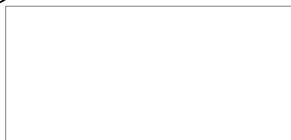   1 - MS
                1 - CONFIDENTIAL

' 11/3/89

Deputy Director for Planning and Coordination

Could you please take a look at
Bill Donnelly's note to ☐ and let
me have a quick DDA opinion on
what more, if anything, we need to
do in this regard? (I think we are in ⊛
good shape on FMFIA requirements;
"value engineering" is new to me, however
— I don't have any idea how we stand
in that area.)

Thank you.

STAT
STAT

⊛ Davy's note of 10/30/89 kicks off this annual exercise.

CONFIDENTIAL

INSPECTOR GENERAL

IG 89-1376
1 November 1989

NOTE TO: Deputy Director for Planning
          and Coordination

SUBJECT: "Management" Guidance from OMB

STAT

STAT
STAT

Two documents have been brought to my
attention in the last few weeks, which I suggest
need someone to take a look at, from an overall
Agency viewpoint (copies are attached). If CIA
is to be excluded from this process, great!
But that should be made official somehow.

The Agency, in my experience, in recent
years has not taken very seriously this type
of guidance or reporting requirement from OMB.
(We have determined that the attached documents
were sent by Larry Sandall to the DDA, Comptroller
and the IG for information. No action was called
for.) Perhaps we get more done quicker because
we have not concerned ourselves with this type
of thing.

But with Darman talking about the "M" in
OMB and the likely appearance of a Statutory IG
on the scene, someone had better take a serious
look at these OMB requirements. By the way, the
FMFI Act is a law.

William F. Donnelly

Attachments
  A. OMB Memo re Value Engineering
  B. OMB Memo re FMFIA

CL BY Signer
DECL   OADR

CONFIDENTIAL

DDA subject

BUD- 6-AR

EXECUTIVE SECRETARIAT
ROUTING SLIP

TO:		ACTION	INFO	DATE	INITIAL
1	DCI				
2	DDCI				
3	EXDIR				
4	D/ICS				
5	DDI				
6	DDA		X		
7	DDO				
8	DDS&T				
9	Chm/NIC				
10	GC				
11	IG		X		
12	Compt		X		
13	D/OCA				
14	D/PAO				
15	D/PERS				
16	D/Ex Staff				
17					
18					
19					
20					
21					
22					
	SUSPENSE		Date		

Remarks

STAT

ER 89-4046

Executive Secretary
10 Oct '89
Date

3637 (10-81)

ROUTING AND TRANSMITTAL SLIP

TO: (Name, office symbol, room number, building, Agency/Post)	Initials	Date
1. Director of Logistics		
2.		
3.		
4.		
5.		

Action	File	Note and Return
Approval	For Clearance	Per Conversation
As Requested	For Correction	Prepare Reply
Circulate	For Your Information	See Me
Comment	Investigate	Signature
Coordination	Justify	

REMARKS

#1.   FOR ACTION AS APPROPRIATE

FYI copy sent to DA/MS.

This was sent to OL in, response to the ER tasking.

STAT

DO NOT use this form as a RECORD of approvals, concurrences, disposals, clearances, and similar actions

FROM: (Name, org. symbol, Agency/Post)	Room No.—Bldg.
/EXA/DDA	Phone No.

5041-102

★ U.S. GPO: 1988 — 201-759

OPTIONAL FORM 41 (Rev. 7-76)
Prescribed by GSA
FPMR (41 CFR) 101-11.206

ER 89-4046

EXECUTIVE OFFICE OF THE PRESIDENT

OFFICE OF MANAGEMENT AND BUDGET

WASHINGTON, D.C. 20503

INSPECTOR GENERAL
89-1418
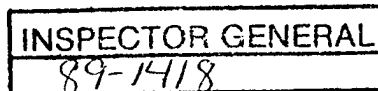
OFFICE OF FEDERAL
PROCUREMENT POLICY

OCT 03 1989

MEMORANDUM FOR HEADS OF EXECUTIVE AGENCIES AND DEPARTMENTS

FROM: Allan V. Burman
            Deputy Administrator and
            Acting Administrator

SUBJECT: Value Engineering

Office of Management and Budget Circular No. A-131, Value
Engineering, was issued on January 26, 1988 to require the
use of value engineering, as appropriate, by Federal agencies
and departments. The Circular was issued in response to
hearings held by Senator Levin in April 1987. The hearings
and prior GAO reports concluded that greater use of value
engineering would result in substantial savings to the
Government.

Circular No. A-131 identifies specific management and
procurement practices that must be followed by agencies and
departments in implementing value engineering programs. The
value engineering reports for FY 1988 that were submitted in
compliance with Circular A-131 indicate that over $2 billion
was saved (most by the Department of Defense) through the use
of value engineering. A summary of the data from the FY 1988
reports is attached for your review.

Senator Levin, Congresswoman Collins, and other Congressional
members are concerned about the uneven implementation of
Circular A-131. Some agencies and departments did not report
any savings or the commitment of any resources to value
engineering in the FY 88 annual reports, leading to the
argument by some that the Circular is not effective and that
legislation is required to mandate the use of value
engineering. While value engineering cannot be applied in
all situations, we need to make certain that appropriate
actions are taken to implement the Circular to the maximum
practicable extent.

A copy of the report format to be used in reporting FY 1989
value engineering data to OFPP was mailed to all agency and
departmental value engineering contact points on September
12, 1989. The FY 1989 report formats are to be completed and
returned to OFPP by January 1, 1990. Your cooperation and
help in reviewing the FY 1989 reports to ensure that Circular

7 November 1989
DDA*2001*89

STAT

NOTE FOR: EXO/OMS

FROM: [   ] EXA/DDA

SUBJECT: Overtime Task Force

Mike,

1. Attached is a copy of the charts which were used at the DA off-site to brief the findings and recommendations of the Overtime Task Force. The briefing went well and the Office Directors agreed to work towards achievement of the goals specified in Recommendation #1.

2. Also attached is a report which we'll be updating on a monthly basis. This report will be accompanied with an office breakdown by individual reflecting overtime worked and dollars expended. We will meet to discuss how we did in October on Thursday, November 16 at 0800 in the DDA's Conference Room. After that we will plan to meet the 2nd Tuesday of each month at 0800. Please call if you have any questions.

STAT

Attachments

STAT

EXA/DDA [   ]

Distribution:
   Orig - Adse
      1 - DDA Subject
      1 - DDA Chrono
      1 - EXA Chrono